

**OVERSIGHT BOARD TO THE SUCCESSOR AGENCY
TO THE DISSOLVED LYNWOOD REDEVELOPMENT AGENCY**

MINUTES

**REGULAR MEETING
TUESDAY, JULY 3, 2012
3:00 P.M.**

**COUNCIL CHAMBERS
LYNWOOD CITY HALL
11330 BULLIS ROAD, LYNWOOD, CA 90262**

1. CALL TO ORDER

The meeting was called to order at 3:07 p.m.

2. CERTIFICATION OF AGENDA POSTING BY CITY CLERK

Ms. Kristina Santana, Deputy City Clerk, confirmed that the Agenda was posted correctly.

3. ROLL CALL OF BOARD MEMBERS

Board Members Present

Chair Luis Valenzuela
Vice Chair Dr. Keith Curry
Board Member Malcolm Bennett
Board Member Bruno Naulls
Board Member Michelle Banks-Ordone (arrived at 3:28 p.m.)
Board Member Sarah Magana Withers
Board Member Peter Wong

4. PLEDGE OF ALLEGIANCE

Chair Valenzuela led the Pledge of Allegiance

5. PRESENTATIONS

Presentation by Lorry Hempe, Budget and Intergovernmental Affairs Manager, on Approving the Enforceable Obligation Payment Schedule (EOPS) presented in Agenda Item 7.

PUBLIC ORAL COMMUNICATIONS

There were no public comments.

NEW BUSINESS

6. MINUTES OF PREVIOUS MEETINGS:

Regular Meeting- June 5, 2012

On motion of Vice Chair Curry, seconded by Board Member Bennett, with Board Member Banks-Ordone being absent, the Minutes of June 5, 2012, were approved.

7. APPROVING THE ENFORCEABLE OBLIGATION PAYMENT SCHEDULE (EOPS)

Lorry Hempe, Budget and Intergovernmental Affairs Manager, stated that on May 15, 2012, the Successor Agency amended the Enforceable Obligation Payment Schedule (EOPS) to ensure consistency with the calculations on the Recognized Obligation Payment Schedule (ROPS).

She explained that though the approved ROPS replaces the EOPS, the EOPS was never officially approved. To complete the Agency's records of required approvals, she asked that the Oversight Board adopt the attached resolution approving the existing EOPS.

Ms. Hempe also provided an update on communications with the Department of Finance (DOF). She explained that the Successor Agency received a letter from the DOF dated May 25, 2012 stating that items on the ROPS were approved, except for items disallowed which were previously noted on a separate letter from the DOF dated May 18, 2012.

Mr. Fred Galante, City Attorney, stated that the Successor Agency intends to appeal those items that the DOF determined to not qualify as an Enforceable Obligation. He also assured the Board members that amending the EOPS is more of a housekeeping item and taking action is not inconsistent with the DOF reviews. Mr. Galante added that he is currently reviewing the Redevelopment Trailer Bill Assembly Bill 1484 to ensure that the appeal is not affected by the changes. The provisions of AB 1484 are intended to supplement and replace those contained in ABx1 26. Vice Chair Curry requested a copy of AB 1484.

Chairman Valenzuela questioned whether the Oversight Board will be addressing all items rejected in the letter. Mr. Galante clarified that the proposed appeals and objections by the Successor Agency will not need Oversight Board involvement, but noted rather that the process is a direct dispute between the Successor Agency and the DOF.

Vice Chair Curry stated that if an item the Successor Agency was appealing possibly does not get approved, he asked whether the city of Lynwood will still have a financial obligation to pay. Mr. Galante confirmed that the City would be obligated to pay.

Board Member Naulls asked whether the salaries as well as other administrative expenses of the staff who are employed to assist in the wind down of the Successor Agency, are covered under the Administrative cost allowance.

Ms. Hempe responded that the Successor agency administrative allowance is very limited. Mr. Galante added that unless there were any contracts approved in the Recognized Obligation Payment Schedules, specifically which provided for salary and benefits, there were no additional allowances for these administrative costs.

Board Member Naulls questioned whether salaries and benefits should have been separated and Board Member Withers stated that hourly wage of staff time should be compensated at one rate.

On motion of Board Member Bennett, seconded by Board Member Wong, the Board approved the amended Enforceable Obligation Payment Schedule (EOPS) with the following vote:

AYES: Chair Valenzuela, Board Member Bennett, Board Member Wong, Board Member Withers and Board Member Naulls

NOES: None

ABSTENTIONS: Vice Chair Curry, Board Member Banks-Ordone, Board Member Withers for line item 49, 12, 13, and 14 as it relates to compensation and Board Member Naulls for any line items relating to staffing.

OVERSIGHT BOARD ITEMS

There were none.

ADJOURNMENT

On motion of Chair Valenzuela, and by common consent, there being no objection, the meeting was adjourned 3:56 p.m.